HOUSE BILL No. 1643

DIGEST OF INTRODUCED BILL

Citations Affected: IC 5-22.

Synopsis: Privatization procedures. Provides that a solicitation for a contract between a governmental body and a contractor to perform any of the functions of the governmental body that are currently performed by the governmental body's employees must: (1) require an offeror to provide objective, verifiable evidence satisfactory to the governmental body that if the offeror is awarded a contract, the cost of the contract over the term of the contract will be less than the cost that the governmental body would incur if performing the functions covered by the contract with the governmental body's employees over the term of the contract; and (2) require the inclusion in the contract of a provision that the governmental body may not pay to the contractor during the term of the contract more than the cost that the contractor determined the governmental body would incur to perform the functions with the governmental body's employees. Provides that an offeror for such a contract may not be considered responsive if the offeror does not provide the required evidence. Requires such contracts to contain the provisions required by the solicitation.

Effective: July 1, 2001.

Dickinson, Adams T

January 17, 2001, read first time and referred to Committee on Public Policy, Ethics and Veterans Affairs.



First Regular Session 112th General Assembly (2001)

PRINTING CODE. Amendments: Whenever an existing statute (or a section of the Indiana Constitution) is being amended, the text of the existing provision will appear in this style type, additions will appear in this style type, and deletions will appear in this style type.

Additions: Whenever a new statutory provision is being enacted (or a new constitutional provision adopted), the text of the new provision will appear in **this style type**. Also, the word **NEW** will appear in that style type in the introductory clause of each SECTION that adds a new provision to the Indiana Code or the Indiana Constitution.

Conflict reconciliation: Text in a statute in *this style type* or *this style type* reconciles conflicts between statutes enacted by the 2000 General Assembly.

HOUSE BILL No. 1643

A BILL FOR AN ACT to amend the Indiana Code concerning state and local administration.

Be it enacted by the General Assembly of the State of Indiana:

SECTION 1. IC 5-22-5-8 IS ADDED TO THE INDIANA CODE
AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY
1, 2001]: Sec. 8. (a) This section applies to a solicitation for a
contract that would require the contractor to perform any of a
governmental body's functions that are currently performed by the
governmental body's employees.

- (b) The solicitation must include the following:
 - (1) A requirement that the offeror must provide objective, verifiable evidence that:
 - (A) is satisfactory to the governmental body; and
 - (B) demonstrates that if the offeror is awarded the contract, the cost of the contract over the term of the contract will be less than the cost that the governmental body would incur if performing the functions covered by the contract with the governmental body's employees during the period comprising the term of the proposed contract.

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1	(2) A statement that the contract between the governmental	
2	body and the offeror must contain a provision that the	
3	governmental body may not pay to the offeror over the term	
4	of the contract more than the cost that the offeror determined	
5	the governmental body would incur to perform the functions	
6	with the governmental body's employees during the period	
7	comprising the term of the contract.	
8	SECTION 2. IC 5-22-16-7 IS ADDED TO THE INDIANA CODE	
9	AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY	
10	1, 2001]: Sec. 7. (a) This section applies to a solicitation for a	
11	contract that would require the contractor to perform any of a	
12	governmental body's functions that are currently performed by the	
13	governmental body's employees.	
14	(b) An offeror may not be considered responsive to the	
15	solicitation if the offeror does not provide objective, verifiable	
16	evidence that:	
17	(1) is satisfactory to the governmental body; and	
18	(2) demonstrates that if the offeror is awarded the contract,	
19	the cost of the contract over the term of the contract will be	
20	less than the cost that the governmental body would incur if	
21	performing the functions covered by the contract with the	
22	governmental body's employees during the period comprising	
23	the term of the proposed contract.	
24	SECTION 3. IC 5-22-17-14 IS ADDED TO THE INDIANA CODE	
25	AS A NEW SECTION TO READ AS FOLLOWS [EFFECTIVE JULY	
26	1, 2001]: Sec. 14. (a) This section applies to a contract that would	
27	require the contractor to perform any of a governmental body's	
28	functions that are currently performed by the governmental body's	V
29	employees.	
30	(b) A contract referred to in subsection (a) must contain the	



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provision described in IC 5-22-5-8(b)(2).